

MOTION BY SUPERVISORS GLORIA MOLINA AND
DON KNABE

November 14, 2006

AMENDMENT TO ITEM NO. 15

It is imperative that our medical malpractice Third Party Administrator (TPA) meets their contractual obligation to the County. Every dollar paid in medical malpractice claims is a dollar that could be better used to purchase law enforcement, library or other critical county services for our residents. Audits have shown that in the past, Octagon—our current TPA—has performed at substandard levels. While Octagon has improved its performance over the past few years as a result of corrective action, there is still room for improvement, specifically, in loss control, investigation, and evaluation of damages.

WE, THEREFORE, MOVE that the Chief Administrative Officer provide the results of their annual audit on Octagon's performance for each year of the contract and include input from Octagon's County client departments. This report should also include any corrective actions that will be implemented in areas that need further improvement.

WE, FURTHER MOVE that this contract be limited to only three years and that the options to extend the contract be approved by the Board of Supervisors.

MOTION

Molina	_____
Burke	_____
Yaroslavsky	_____
Knabe	_____
Antonovich	_____